

Appendix B-1 Bechtel Jacobs Company Corporate Background

The following background is provided to assist understanding of the Bechtel Jacobs Company (BJC) role as the Management & Integration Contractor for the U.S. Department of Energy - Oak Ridge Operations Office - Environmental Management program per contract DE-AC05-98OR22700; OMB Approval No. 9000-0008.

On August 6, 1996, the Department of Energy announced a contract reform strategy for the Oak Ridge Operations programs and facilities. This announcement called for the Department of Energy to compete its environmental management work currently being performed in Oak Ridge, TN at the East Tennessee Technology Park, Oak Ridge National Laboratory, Y-12 National Security Complex, and at uranium enrichment facilities located in Portsmouth, OH and Paducah, KY.

When the Department of Energy issued the final Request-For-Proposal for the Environmental Management contract in July, 1997, the primary objectives included: accelerating cleanup and maximizing cost-effectiveness, and at the same time facilitating the smooth transition of incumbent employees to the selected prime contractor and its subcontractors. These prime objectives were supported through the new Management & Integration approach to subcontracting for the purpose of achieving cost reductions that will allow acceleration of cleanup of the sites and minimize impacts to the current workforce as the work transitioned to subcontractors.

After an extensive Request-For-Proposal competitive bid process involving five finalists, the Department of Energy - Oak Ridge Operations Office awarded a Management and Integration contract to BJC on December 18, 1997. BJC assumed full responsibility for contract performance on April 1, 1998.

Effective October 1, 2003, DOE and Bechtel Jacobs Company changed from an M&I contract to an Accelerated Cleanup and Closure contract with DOE for the Oak Ridge Reservation. The contract scope of work mirrors the DOE's Accelerated Cleanup Plan and Performance Management Plan. Higher risks are tackled first, resulting in the cleanup of Melton Valley in 2006, ETTP in 2008, and the disposition of legacy wastes in 2005. While the contract does not have a set term, schedules indicate a five-year completion window. DOE will continually measure BJC performance against certain metrics, and they retain the right to terminate the contract should BJC fail to meet those standards for three consecutive quarters.

Bechtel Jacobs Company Information Technology Organization:

As of April 1, 1998, Information Technology services within BJC were consolidated to a single functional infrastructure support structure: Information Technology Organization (ITO). The ITO consists of the BJC Chief Information Officer and direct reporting managers responsible for subcontracts and management of the following areas: Applications, Security, Architecture & Compliance, Networks, Servers, and Desktop/End User services (e.g., helpdesk, passwords, etc.) All Information Technology work is performed by subcontractors except for management of the subcontracts and some materials procurement.